



August 22, 2001

TO ALL INTERESTED PARTIES:

On June 28 and July 2, 2001, the Department held public hearings regarding proposed amendments both to the Pooling Plan for Market Milk (Pool Plan) and to the Stabilization and Marketing Plans for Market Milk (Stab Plans). The amendments proposed addressed the Transportation Allowances in the Pool Plan and the Transportation Credits and Milk Movement Requirements in the Stab Plans.

After weighing the testimony and evidence introduced into the hearing record, the Department has determined that the current Pool Plan and Stab Plans shall be amended.

Pool Plan:

- Some of the Transportation Allowance rates into the Bay Area and Solano receiving areas are increased.
- For the Southern California receiving area the three supply areas are reduced to one, the mileage brackets are modified and one of the rates is increased.
- San Diego County is a new, separate receiving area.
- The Sacramento Transportation Allowances remain unchanged.
- The Regional Quota Adjusters remain unchanged.

Stab Plan:

- A Transportation Credit is established for milk moving from Los Angeles to other Southern California counties.
- The preexisting Transportation Credits remain unchanged.
- Since the Milk Movement Requirements have always been implemented, the annual review has been eliminated.

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A copy of the Department's Statement of Determinations regarding the June 28 and July 2, 2001 hearings can be obtained by contacting the Dairy Marketing Branch at the telephone number or e-mail address above. A copy can also be downloaded from the Dairy Programs website at www.cdfa.ca.gov/dairy. From that site, scroll down and click on "Dairy Hearings and Results".

Should you have questions or need further information, please contact Tom Gossard at the number or e-mail address above.

Sincerely,

Sincerely,

David K. Ikari, Chief
Dairy Marketing Branch

Robert Horton, Chief
Milk Pooling Branch